State of Utah Division of Oil Gas & Mining Mining/Exploration Summary

LARGE MINING OPERATION Permt # M270007 Name: DRUM MINE **Permit Status** Mine Status Ownership Location Status: APP Approved: Status: FOR Surface: BLM UTMX: 326,910 Recieved: 07/08/1983 11/28/1983 Date: 01/07/1999 Mineral: BLM UTMY: 4,377,373 Tent Appr: 10/03/1983 Methods Minerals Mined/Explored: GOLD Surf/Under: SURFACE Methods Used: **Bonding Permit Fees Date Sent** Date Received Approved Acres Acres Released **Date Released** 06/26/1998 11 137 0 11 **Bond Type** Fee Received Cash Receipt **US TREASURY & SURETY** 0 Bond Amount: Date Bond Expires: **Deliquent Notice** \$ 429,080 08/03/1994 11 Comments: 12/20/2000 - Letter sent acknowledging request to release surety. We are unable to release at this time until it has been determined the remaining reclamation of the SWEX pit which was discussed during the 11/20 site inspection. Also, DOGM & BLM have 60 days to inspect site w/operator to see is all requirements have been met. 12/11/2000 - Received from treasurers balance on Jumbo bond is \$82,363,15. 12/11/2000 - Received Notice of completion of construction activities. Work completed on 11/28/2000. DOGM & BLM performed final inspection that same date and found work satsifactorily completed. Western requests release of remaining performance bond and balance of payment **Last Action** Action: 98 FEE Start Date: 06/26/1998 End Date: / / Fee \$0 - Receipt # Last Inspection Date 11/28/2000 Inspector DJ Date of Inspection: November 20 & November 28 Time of Inspection: 8:30 a.m. Conditions: Cool Last Annual Report 1996 Production: , , Acreage: 137.0 Acr Reclaimed: 0.0 **Last Agency Action** Agency ID:UTU-063447 Agency: BLM Date: / / **Operator WESTERN STATES MINERALS CORP** 930 Oper Id: **TaxID** Contact: JIM ASHTON / BUZZ GERICK Address: 250 S ROCK BLVD STE 118 Phone: (775) 856-3339 Fax RENO NV 89502-2301 E-Mail Corporate office: 4975 Van Gordon St. Wheat Ridge, CO 80033 (303) 425-7042 - fax (303) 425-6634 Location Qaatr Qatr Qtr Section Township Range Merid Quad Sheet 07 S15.0 W10.0 S